

Resolution #2016-36  
To Set 2016 Tax Levy

History: The City Council of the City of Albion must determine the level of funding in the General Operation Fund for the fiscal year 2016. The ad valorem taxable value of real and personal property within the City of Albion as determined by the City Assessor is \$80,723,907. The City Council held a public hearing on June 20, 2016 to receive public comment regarding the proposed tax levies, which would levy a general operating tax rate at 11.9736 mills, a tax levy of 3.0000 mills for solid waste, levy a voted tax of 3.0000 mills dedicated to street improvement, levy 1.5800 mills for water plant debt and levy a voted tax of 1.5000 mills for recreation.

Council member French, supported by Council member Decker, moved to approve the following resolution.

Resolved: That the City Council of the City of Albion hereby sets the FY 2016 tax millage as follows:

1. 11.9736 mills for General Fund operations, which will raise a total of \$966,555.77 .
2. 3.0000 mills for solid waste, which will raise a total of \$242,171.72.
3. 1.5800 mills for Debt Service for General Obligation Bonds, which will raise a total of \$127,543.77.
4. 3.0000 mills for Street Improvements, which will raise a total of \$242,171.72.
5. 1.5000 mills for Recreation operations, which will raise a total of \$121,085.86.

I hereby certify that the above resolution was adopted on June 20, 2016 in a regular session of the Albion City Council and this is a true copy of that resolution.

Ayes: 6

Nays: 0

Absent: 1 (Brown)

  
Jill Domingo, City Clerk

# City of Albion

## Notice of Public Hearing

### On Annual Levy of Property Taxes

The Albion City Council will hold a public hearing on the proposed Millage levies for 2016. The hearing will be held on Monday, June 20, 2016 at 7:00 p.m. in the City Council Chambers, 2<sup>nd</sup> floor of City Hall, 112 W. Cass Street, Albion, Michigan.

2015 Millage Rates	Proposed 2016 Millage Rates
<ul style="list-style-type: none"> <li>11.9736 mills for General Fund Operation</li> </ul>	<ul style="list-style-type: none"> <li>11.9736 mills for General Fund Operation</li> </ul>
<ul style="list-style-type: none"> <li>2.0000 mills for Solid Waste</li> </ul>	<ul style="list-style-type: none"> <li>3.0000 mills for Solid Waste</li> </ul>
<ul style="list-style-type: none"> <li>1.5200 mills for Water Plant Debt</li> </ul>	<ul style="list-style-type: none"> <li>1.5800 mills for Water Plant Debt</li> </ul>
<ul style="list-style-type: none"> <li>3.0000 mills for Street Improvements (voter approved May 2015 for 5 years)</li> </ul>	<ul style="list-style-type: none"> <li>3.0000 mills for Street Improvements (voter approved May 2015 for 5 years)</li> </ul>
<ul style="list-style-type: none"> <li>1.5000 mills for Recreation (voter approved May 2015 for 3 years)</li> </ul>	<ul style="list-style-type: none"> <li>1.5000 mills for Recreation (voter approved May 2015 for 3 years)</li> </ul>

If adopted, the proposed additional millage will increase operating revenues from ad valorem property taxes 0.36% over such revenues generated by levies permitted without holding a hearing. If the proposed additional millage rate is not approved, the operating revenue will increase by -6.30% over the preceding year's operating revenue.

The City of Albion has authority to levy the above millage amounts based on City Charter and previous voter approval. The previously adopted (December 2015) City budget for 2016 is based upon the above Millage levies.

Jill Domingo, City Clerk

## 2016 Debt Service Millage Rate Required

2016 Proposed Taxable Value	80,723,907	
City Operating - Gen Fund	11.9736	966,555.77
Streets Voted Operating	3.0000	242,171.72
Recreation Voted Operating	1.5000	121,085.86
Solid Waste Voted Operating	3.0000	242,171.72
Debt service - Extra Voted	<u>1.5800</u>	<u>127,543.77</u>
Total	21.0536	1,699,528.85



COUNTY CALHOUN  
UNIT: ALBION CITY  
YEAR: 2016

Unit Total TV 2015  
Unit Total TV 2016

90,482,882  
80,723,907

## HEADLEE & MCL 211.34ROLLBACK COMPUTATIONS

SOURCE AND PURPOSE OF OPERATING ONLY MILLAGE	PRIOR YEAR'S PERM REDUCED or REDUCED NEWLY VOTED MILLAGE <u>see MCL 211.34d(9)</u>	CURRENT MILLAGE REDUCTION FRACTION	CURRENT PERM. REDUCED MILLAGE *	TRUTH IN ASSESSING or TRUTH IN EQUALIZATION FRACTION	CURRENT MAXIMUM ALLOWABLE MILLAGE RATE
Post debt & specials to L-4029.	Last year's L-4029	L-4029 col. (6)	L-4029 col. (7)	L-4029 col. (8)	L-4029 col. (9)
	col. (7)				
<u>Charter Operating</u> 11.9736 x	1.0000 =	11.9736 x	<u>1.0000</u> =	11.9736	
<small>was the above millage approved since this April 30? Y = YES II</small>					
<u>Extra Voted Oper-Streets</u> 3.0000 x	1.0000 =	3.0000 x	<u>1.0000</u> =	3.0000	
<small>was the above millage approved since this April 30? Y = YES II</small>					
<u>Extra Voted Oper-Recrea</u> 1.5000 x	1.0000 =	1.5000 x	<u>1.0000</u> =	1.5000	
<small>was the above millage approved since this April 30? Y = YES II</small>					
<u>PA 298 of 1917 Oper-Solid V</u> 3.0000 x	1.0000 =	3.0000 x	<u>1.0000</u> =	3.0000	
<small>was the above millage approved since this April 30? Y = YES II</small>					
	x 1.0000 =	0.0000 x	<u>1.0000</u> =	0.0000	
<small>was the above millage approved since this April 30? Y = YES</small>					
	x 1.0000 =	0.0000 x	<u>1.0000</u> =	0.0000	
<small>was the above millage approved since this April 30? Y = YES</small>					
Total of newly voted & last year's perm reduced millage.	<u>19.4736</u>		<u>19.4736</u>		
		2016 MAXIMUM ALLOWABLE OPERATING MILLAGE UNDER HEADLEE & MCL 211.34 =			19.4736

NOTE: The only way to levy more than your maximum millage due to the Headlee rollback is to have voters approve additional millage.

If you plan to levy the Base Tax Rate or less, you do **not** need to hold a Truth in Taxation Hearing.

## TRUTH IN TAXATION COMPUTATIONS

2016 BASE TAX RATE FRACTION:	(from L-4034)	1.0503	(1)
2015 OPERATING MILLAGE RATE:	(actually levied)	18.4736	(2)
2016 BASE TAX RATE:	(w/out hearing)	19.4028	(1) x (2) = (3)
2016 MAX. ALLOWABLE OPERATING MILLAGE RATE:		19.4736	(from above) = (4)
MINUS 2016 BASE TAX RATE:	(B.T.R.)	19.4028	(3) = (5)
MILLAGE INCREASE:	(with a hearing)	0.0708	(4) - (5) = (6) or
			(7) - (5) = (6)

If you plan to levy more than the B.T.R. but less than the Max. Allowable, enter the amount here.

MILLAGE INCREASE	0.0708	
2016 BASE TAX RATE	19.4028	= 0.36%
		MILLAGE INCREASE FROM HEARING*
2016 TV x .001 x MILLAGE INCREASE		= \$ 5,715
		REVENUE INCREASE FROM HEARING
( 2016 TV x 2016 BASE RATE) -1	1,566,270	
( 2015 TV x 2015 ACTUAL OPER RATE) =	1,671,545 =	-6.30%
		2016 REVENUE INCREASE WITHOUT HEARING

\*Must be published in notice of public hearing on increasing property taxes. Your current year's millage cannot exceed your maximum under Truth in Taxation unless authorized by the governing body at the hearing. Your current year's millage cannot exceed your Headlee maximum without a millage election.

**ALBION CITY**  
**TRUTH IN TAXATION REVENUE GAIN CALCULATION**

PURPOSE AND SOURCE OF MILLAGE		HEADLEE MAXIMUM AMOUNT	MILLAGE GAIN WITH TRUTH IN TAXATION	UNIT'S TAXABLE VALUE	TRUTH IN TAXATION REVENUE GAINED
<u>Charter</u>	<u>Operating</u>	<u>11.9736</u>	<u>0.0435</u> x	80,723,907	= \$ <u>3,511</u>
<u>Extra Voted</u>	<u>Oper-Streets</u>	<u>3.0000</u>	<u>0.0109</u> x	80,723,907	= \$ <u>880</u>
<u>Extra Voted</u>	<u>Oper-Recrea</u>	<u>1.5000</u>	<u>0.0055</u> x	80,723,907	= \$ <u>444</u>
<u>PA 298 of 1917</u>	<u>Oper-Solid V</u>	<u>3.0000</u>	<u>0.0109</u> x	80,723,907	= \$ <u>880</u>
-	-	<u>0.0000</u>	<u>0.0000</u> x	-	= \$ <u>-</u>
-	-	<u>0.0000</u>	<u>0.0000</u> x	-	= \$ <u>-</u>
		<u>19.4736</u>	<u>0.0708</u>		\$ <u>5,715</u>
			<b>BALANCES</b>		<b>BALANCES</b>
			0.0708		\$ 5,715

**MAXIMUM ALLOWABLE MILLAGES WITHOUT  
TRUTH IN TAXATION HEARING**

PURPOSE AND SOURCE OF MILLAGE		HEADLEE MAXIMUM AMOUNT	MULTIPLIER WITHOUT TR. IN TAX.	MAXIMUM MILLAGE WITHOUT TR. IN TAX.	MAXIMUM REVENUE WITHOUT TR. IN TAX.
<u>Charter</u>	<u>Operating</u>	<u>11.9736</u>	x 0.9963643 =	<u>11.9301</u>	\$ 963,044
<u>Extra Voted</u>	<u>Oper-Streets</u>	<u>3.0000</u>	x 0.9963643 =	<u>2.9891</u>	\$ 241,292
<u>Extra Voted</u>	<u>Oper-Recrea</u>	<u>1.5000</u>	x 0.9963643 =	<u>1.4945</u>	\$ 120,642
<u>PA 298 of 1917</u>	<u>Oper-Solid V</u>	<u>3.0000</u>	x 0.9963643 =	<u>2.9891</u>	\$ 241,292
-	-	<u>0.0000</u>	x 0.9963643 =	<u>0</u>	\$ -
-	-	<u>0.0000</u>	x 0.9963643 =	<u>0</u>	\$ -
<u>TOTALS</u>		<u>19.4736</u>		<u>19.4028</u>	\$ <u>1,566,270</u>
				<b>BALANCES</b>	<b>BALANCES</b>
				19.4028	1,566,270